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HAWAII LABOR RELATIONS BOARD

Attorneys for Director of Labor and Industrial Relations

STATE OF HAWAII

HAWAII LABOR RELATIONS BOARD

In the Matter of DIRECTOR,) CASE NO. OSH 2007-19
DEPARTMENT OF LABOR AND) (Inspection No. 310393038)
INDUSTRIAL RELATIONS,)
Complainant,) STIPULATION AND SETTLEMENT) AGREEMENT; EXHIBIT A; APPROVAL) AND ORDER
vs.)
INTERNATIONAL ROOFING &))
BUILDING CONSTRUCTION, INC.,)
)
Respondent.)

STIPULATION AND SETTLEMENT AGREEMENT

Complainant Director of Labor and Industrial Relations ("Director") and Respondent INTERNATIONAL ROOFING & BUILDING CONSTRUCTION, INC. ("Respondent") having reached a full and complete settlement of the above-captioned contested case presently pending before the Hawaii Labor Relations Board ("Board") stipulate and agree as follows:

On or about July 5, 2007, the Director, by and through the State of Hawaii's Occupational Safety and Health Division ("HIOSH"), inspected Respondent's workplace located

at Lot 3, Kukio, Kailua-Kona, Hawaii, 96740.

As a consequence of said inspection, the Director, through HIOSH's Administrator, issued a Citation and Notification of Penalty on August 1, 2007 ("Citation") to Respondent alleging violations of the Hawaii Occupational Safety and Health Standards and assessed an aggregate penalty of \$15,000.00. *See* Exhibit A.

Respondent timely contested the Citation.

THEREFORE, to avoid the expense of litigation and to compromise and settle the above-captioned case, the parties, by and through their respective representatives, stipulate and agree as follows:

- 1. The Board has jurisdiction over this contested case pursuant to section 396-11, Hawaii Revised Statutes ("HRS").
- 2. At all relevant times, Respondent maintained a workplace at Lot 3, Kukio, Kailua-Kona, Hawaii, 96740.
- 3. At all relevant times, Respondent was an employer, as defined in HRS § 396-3, and employed employees, as defined in HRS § 396-3, and was therefore subject to the requirements of HRS chapter 396, the Hawaii Occupational Safety and Health Law.
- 4. Respondent agrees that it has or will abate each violation listed in the Citation in compliance with the abatement requirements under Hawaii Administrative Rule § 12-51-22. Respondent shall submit the completed abatement certification to HIOSH no later than thirty (30) days after the filing of the instant Stipulation and Settlement Agreement; failure to timely do so may result in additional penalties or follow up inspections.
- 5. The violations and corresponding characterizations as stated in the Citation are affirmed.
- 6. Respondent agrees to pay the total proposed penalty of \$15,000.00 in monthly installments of \$1,000.00 each of which is due and payable on the first of each month,

beginning with the month of July 2008; however, beginning June 2009, the Respondent shall make monthly installments of \$2,000.00 each of which is due and payable on the first of each month, until the entire \$15,000.00 penalty is paid. Each installment shall be paid to the Director of Budget and Finance.

- 7. In consideration of paying the \$15,000.00 penalty in monthly installments to the Director, the Respondent agrees that it will continue to:
- a. provide its employees with a formal written fall protection safety plan;
- b. provide each of its employees with a complete fall arrest system;
- c. provide initial in-house safety training to each of its employees;
- d. provide Safety Systems of Hawaii, Inc., safety courses to its employees;
- e. conduct weekly "tool box" meetings; and
- f. conduct daily safety meetings at each worksite immediately prior to the start of work for the purpose of inspecting all safety equipment and remind each employee of the pertinent job site safety rules.
- 8. Respondent further agrees that if it fails to comply with the payment plan described in paragraph 6 above, or fails to comply with any term described in paragraph 7 above, the Director may give notice and declare the entire original penalty in the amount of \$15,000.00 immediately due and owing, provided that all payments made by Respondent shall be credited to Respondent and retained by the Director.

If Respondent fails to pay all penalties and the Director institutes legal action to collect on the outstanding amount due, Respondent agrees to pay all fees and costs, including reasonable attorney's fees, incurred to collect on the unpaid penalties. Any forbearance by the Director in exercising any right or remedy shall not be a waiver of or preclude the exercise of any right or remedy.

- 9. Except for the stipulated amendment described above, the Citation is confirmed in all other respects and upon approval by the Board, this Agreement and the Citation, as amended, shall become a final order of the Director.
- 10. Respondent shall post a copy of this Agreement and Order in a prominent place at or near the location of the posting of the Citation, and the Agreement and Order shall

remain posted for three working days (excluding weekends and State holidays).

- 11. Respondent shall continue to comply with HRS chapter 396, the Hawaii Occupational Safety and Health Law, and the related rules.
- 12. Upon approval of this Agreement, all proceedings before the Board shall be dismissed.
- 13. Nothing in this Agreement shall bar the Director from taking any action regarding future acts or practices by Respondent which may be alleged to violate HRS chapter 396, the Hawaii Occupational Safety and Health Law, or the related rules.

DATED: Honolulu, Hawaii, September 8, 2008

APPROVED AS TO FORM:

INTERNATIONAL ROOFING & BUILDING CONSTRUCTION, INC.

NEAL K. AOKI

Attorney for Respondent

APPROVED AS TO FORM:

DIRECTOR OF LABOR AND INDUSTRIAL RELATIONS

HERBERT B.K. LAU

Deputy Attorney General

Attorney for Director of Labor and Industrial Relations, State of Hawaii APPROVED AND SO ORDERED BY HAWAII LABOR RELATIONS BOARD:

ORDER NO. 293

DATED: September 8, 2008

JAMES BANICHOLSON, Chair

EMORY J. SPRINGER, Member

State of Hawaii
Department of Labor and Industrial Relations
Hawaii Occupational Safety and Health Division
830 PUNCHBOWL STREET, ROOM 425
Honolulu, HI 96813

Phone: (808) 586-9110 FAX: (808) 586-9104

Certified Number: 7005 1820 0003 3812 4864



To:

International Roofing & Building Construction Inc

and its successors 96-1217 Waihona St Pearl City, HI 96782 **Inspection Number:**

310393038 (Charles Clark)

Inspection Date(s):

07/05/2007 - 07/05/2007

Issuance Date: OSHCO ID:

08/01/2007

Optional Report No.:

X8851 05707

Inspection Type:

Referral

Scope of Inspection:

Partial Inspection

Inspection Site: Lot 3 Kukio

Kailua Kona, HI 96740

The violation(s) described in this Citation and Nonfication of Penalty is (are) alleged to have occurred on or about the day(s) the inspection was made unless otherwise indicated within the description given below.

This Citation and Notification of Penalty describes violations of the Hawaii Occupational Safety and Health Law. The penalty (ies) listed herein is (are) based on these violations. You must abate the violations referred to in this Citation by the dates listed and pay the penalties, unless within 20 calendar days from your receipt of this Citation and Notification of Penalty, you mail a notice of contest to the State of Hawaii Occupational Safety and Health Division (HIOSH) at the address shown above. Please refer to the enclosed booklet (Employer Rights and Responsibilities Following a HIOSH Inspection) which outlines your rights and responsibilities and which should be read in conjunction with this form. Issuance of this Citation does not constitute a finding that a violation of the Law has occurred unless there is a failure to contest as provided for in the Law or, if contested, unless this Citation is affirmed by the Hawaii Labor Relations Board (HLRB) or a court.

Posting - The law requires that a copy of this Citation and Notification of Penalty be posted immediately in a prominent place at or near the location of the violation(s) cited herein, or, if it is not practicable because of the nature of the employer's operations, where it will be readily observable by all affected employees. This Citation must remain posted until the violation(s) cited herein has (have) been abated, or for 3 working days (excluding weekends and State holidays), whichever is longer. The penalty dollar amounts need not be posted and may be marked out or covered up prior to posting.



Informal Conference - An informal conference is not required. However, if you wish to have such a conference you may request one with the Administrator during the 20 calendar day contest period. During such an informal conference, you may present any evidence or views which you believe would support an adjustment to the citation(s) and/or penalty(ies).

If you are considering a request for an informal conference to discuss any issues related to this Citation and Notification of Penalty, you must take care to schedule it early enough to allow time to contest after the informal conference, should you decide to do so. Please keep in mind that a written letter of intent to contest must be submitted to the Administrator within 20 calendar days of your receipt of this Citation. The running of this contest period is not interrupted by an informal conference.

If you decide to request an informal conference, please complete, remove and post the page 4, Notice to Employees next to this Citation and Notification of Penalty as soon as the time, date, and place of the informal conference have been determined. Be sure to bring to the conference any and all supporting documentation of existing conditions as well as any abatement steps taken thus far. If conditions warrant, we can enter into an informal settlement agreement which amicably resolves this matter without litigation or contest.

Employers' Right to Contest - You have the right to contest this Citation and Notification of Penalty. You may contest all citation items or only individual items. You may also contest penalties and/or abatement dates without contesting the underlying violations. Unless you inform the Administrator in writing that you intend to contest the citation(s) and/or penalty(ies) within 20 calendar days after receipt, the citation(s) and the penalty(ies) will become a final order of the Department of Labor and Industrial Relations and may not be reviewed by any court or agency. Once a letter of contest is received, it becomes the jurisdiction of the HLRB.

Penalty Payment - Penalties are due within 20 calendar days of receipt of this notification unless contested. Make your check or money order payable to "Director of Budget and Finance." Please indicate the Inspection Number on the remittance.

HIOSH does not agree to any restrictions or conditions or endorsements put on any check or money order for less than the full amount due, and will cash the check or money order as if these restrictions, conditions, or endorsements do not exist.

Notification of Corrective Action - For <u>each</u> violation which you do not contest, you are required by Section 12-51-22 to submit an Abatement Certification to HIOSH. The certification <u>must</u> be sent by you within <u>5 calendar days</u> of the abatement date indicated on the citation. For Willful and Repeat violations, documents (example: photos, copies of receipts, training records, etc.) demonstrating that abatement is complete must accompany the certification. Where the citation is classified as Serious and the citation states that abatement documentation is required, documents such as those described above are required to be submitted along with the abatement certificate. If the citation indicates that the violation was corrected during the inspection, no abatement certification is required for that item.

All abatement verification documents must contain the following information: 1) Your name and address; 2) the inspection number (found on the front page); 3) the citation and citation item number(s) to which the submission relates; 4) a statement that the information is accurate; 5) the signature of the employer or employer's authorized representative; 6) the date the hazard was corrected; 7) a brief statement of how the hazard was corrected; and 8) a statement that affected employees and their representatives have been informed of the abatement.

The law also requires a copy of all abatement verification documents, required by Section 12-55-22 to be sent to HIOSH, also be posted at the location where the violation appeared and the corrective action took place.

Employer Discrimination Unlawful - The law prohibits discrimination by an employer against an employee for filing a complaint or for exercising any rights under this Act. An employee who believes that he/she has been discriminated against may file a complaint no later than 60 days after the discrimination occurred with the Hawaii Occupational Safety and Health Division at the address shown above.

Employer Rights and Responsibilities - The enclosed booklet (Employer Rights and Responsibilities Following a HIOSH Inspection) outlines additional employer rights and responsibilities and should be read in conjunction with this notification.

Employees' Right to Contest - The law gives an employee or his/her representative the opportunity to object to any abatement date set for a violation if he/she believes the date to be unreasonable. The contest must be mailed to the Hawaii Occupational Safety and Health Division at the address shown above and postmarked within 20 calendar days of the receipt by the employer of this Citation and Notification of Penalty.

Inspection Activity Data - you should be aware that OSHA publishes information on its inspection and citation activity on the Internet under the provisions of the Electronic Freedom of Information Act. The information related to your inspection will be available 30 calendar days after the Citation Issuance Date. You are encouraged to review the information concerning your establishment at www.osha.gov. If you have any dispute with the accuracy of the information displayed, please contact this office.

State of Hawaii Department of Labor and Industrial Relations HAWAII OCCUPATIONAL SAFETY AND HEALTH DIVISION



NOTICE TO EMPLOYEES OF INFORMAL CONFERENCE

An informal conference has been scheduled with HI	OSH to discuss the	citation(s) issued on
08/01/2007. The conference will be held at the HIOS	SH office located at	830 PUNCHBOWL
STREET, ROOM 425, Honolulu, HI 96813 on	at	Employees
and/or representatives of employees have a right to a	ttend an informal co	nference.

STATE OF HAWAII

Department of Labor and Industrial Relations Hawaii Occupational Safety and Health Division **Inspection Number:**

Inspection Dates: 0

310393038 07/05/2007 - 07/05/2007



830 Punchbowl Street, Room 425 Honolulu, HI 96813

Issuance Date:

08/01/2007

Citation and Notification of Penalty

Company Name:

International Roofing & Building Construction Inc

Inspection Site:

Lot 3 Kukio, Kailua Kona, HI 96740

<u>Citation 1 Item 1</u> Type of Violation:

Repeat

29 CFR 1926.501(b)(13) [Refer to chapter 12-121.2, HAR] was violated because:

Two employees working on a roof were not protected from serious injuries by any fall protection methods in the event of a fall of 10 feet to the lower level.

29 CFR 1926.501(b)(13) states "Residential construction. Each employee engaged in residential construction activities 6 feet (1.8 m) or more above lower levels shall be protected by guardrail systems, safety net system, or personal fall arrest system unless another provision in paragraph (b) of this section provides for an alternative fall protection measure. Exception: When the employer can demonstrate that it is infeasible or creates a greater hazard to use these systems, the employer shall develop and implement a fall protection plan which meets the requirements of paragraph (k) of §§1926.502.

There is a presumption that it is feasible and will not create a greater hazard to implement at least one of the above-listed fall protection systems. Accordingly, the employer has the burden of establishing that it is appropriate to implement a fall protection plan which complies with §§1926.502(k) for a particular workplace situation, in lieu of implementing any of those systems."

STATE OF HAWAII

Department of Labor and Industrial Relations Hawaii Occupational Safety and Health Division **Inspection Number:**

310393038

Inspection Dates:

07/05/2007 - 07/05/2007



830 Punchbowl Street, Room 425 Honolulu, HI 96813

Issuance Date:

08/01/2007

Citation and Notification of Penalty

Company Name:

International Roofing & Building Construction Inc

Inspection Site:

Lot 3 Kukio, Kailua Kona, HI 96740

The International Roofing & Building Construction Inc was previously cited for a violation of this Occupational Safety and Health standard or its equivalent standard 29 CFR 1926.501(b)(13) which was contained in Hawaii Occupational Safety and Health (HIOSH) inspection number 308488238, Citation 1, item 1, issued on August 2, 2005, which became a final order on August 22, 2005, and/or HIOSH inspection 309454726, Citation 1, item 1, issued on January 9, 2006, and which became a final order on January 29, 2006, and/or HIOSH inspection 310388053, Citation 1, item 1, issued on February 20, 2007, and which became a final order on March 12, 2007.

Location: North side roof

Abatement Documentation Required

Date By Which Violation Must be Abated:

Penalty:

Corrected \$15,000.00

NELSON B. BEFITEL

DIRECTOR